

Message Text

LIMITED OFFICIAL USE

PAGE 01 MADRID 06460 082004Z
ACTION EUR-12

INFO OCT-01 ISO-00 EB-08 H-01 STR-07 FAA-00 DOTE-00

COME-00 /029 W

-----120088 091539Z /72

R 081717Z JUN 78

FM AMEMBASSY MADRID
TO SECSTATE WASHDC 4861

LIMITED OFFICIAL USE MADRID 06460

E.O. 1162: N/A

TAGS: EAAR, SP

SUBJECT: CONGRESSSAN VANIK'S INTEREST IN AIRBUS SALES

REF: STATE 141766

1. SPAIN'S PARTICIPATIONIN AIRBUS CONSTRUCTION, THROUGH FIRM CONSTRUCCIONES AERONAUTICAS SA (CASA), AMOUNTS TO ABOUT TWO TO FOUR PER CENT BY VALUE. ACCORDING TO DUN AND BRADSTREET REPORT DATED FEBRUARY 1977 CASA HAD BUILT AT THAT TIME, 14 HORIZONTAL STABILIZERS, 15 SETS OF DOOR FIXTURES AND 14 LANDING GEARS FOR AIRBUS. EMBASSY UNDERSTANDS THAT PREVIOUS RATE OF TWO STABILIZERS PER MONTH HAS BEEN REDUCED RECENTLY TO ONE PER MONTH DUE TO LOW RATE OF PROJECTED SALES.

2. CASA IS OWNED BY SPANISH GOVERNMENT THROUGH 66 PER CENT HOLDING OF GOVERNMENT'S INSTITUTO NACIONAL DE INDUSTRIA (INI). ANOTHER 21 PER CENT IS OWNED BY U.S. NORTHROP CORPORATION AND BALANCE (13 PER CENT) IS SPLIT AMONG SEVERAL STOCKHOLDERS INCLUDING WEST GERMAN MESSERSMITT BOKOW-BLOHN (2.25 PER CENT) AND FRENCH DASSAULT (0.6 PER CENT).

3. EMBOFF TALKED TO OFFICIAL IN CASA CONTROLLER'S OFFICE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MADRID 06460 082004Z

ON JUNE 7 WHO SAID THAT AIRBUS CONSTRUCTION AT CASA DID NOT RECEIVE ANY DIRECT SUBSIDIES FROM SPANISH GOVERNMENT. IT WOULD, HOWEVER, BE VERY DIFFICULT TO DETERMINE EXTENT OF INDIRECT SUBSIDIES SINCE INI BUDGET COVERS ANY OVERALL DEFICITS OF FIRM. IN VIEW OF RELATIVELY MINOR ROLE PLAYED BY SPANISH INDUSTRY IN AIRBUS CONSTRUCTION IT WOULD NOT APPEAR TO BE OF MAJOR IMPORTANCE IN OVERALL

CONGRESSIONAL EVALUATION OF EXTENT OF GOVERNMENT SUBSIDIES. EATON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptoning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: SALES, COMMERCIAL AIRCRAFT, SUPPLEMENTAL AIRLINES
Control Number: n/a
Copy: SINGLE
Draft Date: 08 jun 1978
Decapton Date: 01 jan 1960
Decapton Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MADRID06460
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780241-1091
Format: TEL
From: MADRID
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780682/aaaacsff.tel
Line Count: 64
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 8f2b408f-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 141766
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2439995
Secure: OPEN
Status: NATIVE
Subject: CONGRESSMAN VANIK'S INTEREST IN AIRBUS SALES
TAGS: EAIR, SP
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/8f2b408f-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014